ASX/MEDIA RELEASE
2 November 2012

MOLOPO ENERGY & PETROCHINA AUSTRALIA

COMPLETION OF QUEENSLAND ASSET PURCHASE

The Directors of Liquefied Natural Gas Limited (the Company ASX: LNG) are pleased to advise that, as announced on 1 November 2012 by Molopo Energy Limited (***Molopo***), PetroChina Australia has completed the acquisition of Molopo's Queensland coal seam gas assets (a copy of Molopo's ASX release is attached).

As previously announced, PetroChina Australia and the Company have executed a non-binding Letter of Intent in relation to securing gas supply for the Company's 100% owned 3 million tonne per annum (***mtpa***) LNG project, at Fisherman's Landing, Port of Gladstone, Queensland (***LNG Project***). The Letter of Intent, amongst other things, states the intent of PetroChina Australia and the Company to work together to secure sufficient gas for the Company's first LNG train, of a guaranteed LNG production capacity of 1.5 mtpa. This includes the Molopo Queensland CSG assets acquired by PetroChina Australia, in relation to which PetroChina Australia is now the operator of the associated Joint Venture with Mitsui E&P Australia. Refer to the attachment noting the location of the Molopo Queensland CSG Assets relative to the LNG Project and to the Company's ASX release dated 2 August 2012 for further details of the Letter of Intent.

PetroChina Australia and the Company will now use their reasonable endeavours to negotiate and execute a Tolling Agreement, for gas to be delivered to the LNG Project, for liquefaction, storage and loading onto LNG ships arranged by PetroChina Australia or its designated LNG buyer.

PetroChina Australia, wholly owned by PetroChina International Investment Company Limited, is related to the Company's largest shareholder (19.9%), China Huanqiu Contracting & Engineering Corporation (***HQC***), who has been selected as the engineering, procurement and construction contractor for the LNG Project.

Mr Brand, the Company's Managing Director, said that "This is an important step for the Company to secure gas supply for the LNG Project. The parties are continuing to work together to secure the balance of gas required and finalise all the necessary commercial arrangements for the LNG Project to proceed to final investment decision as soon as possible ".

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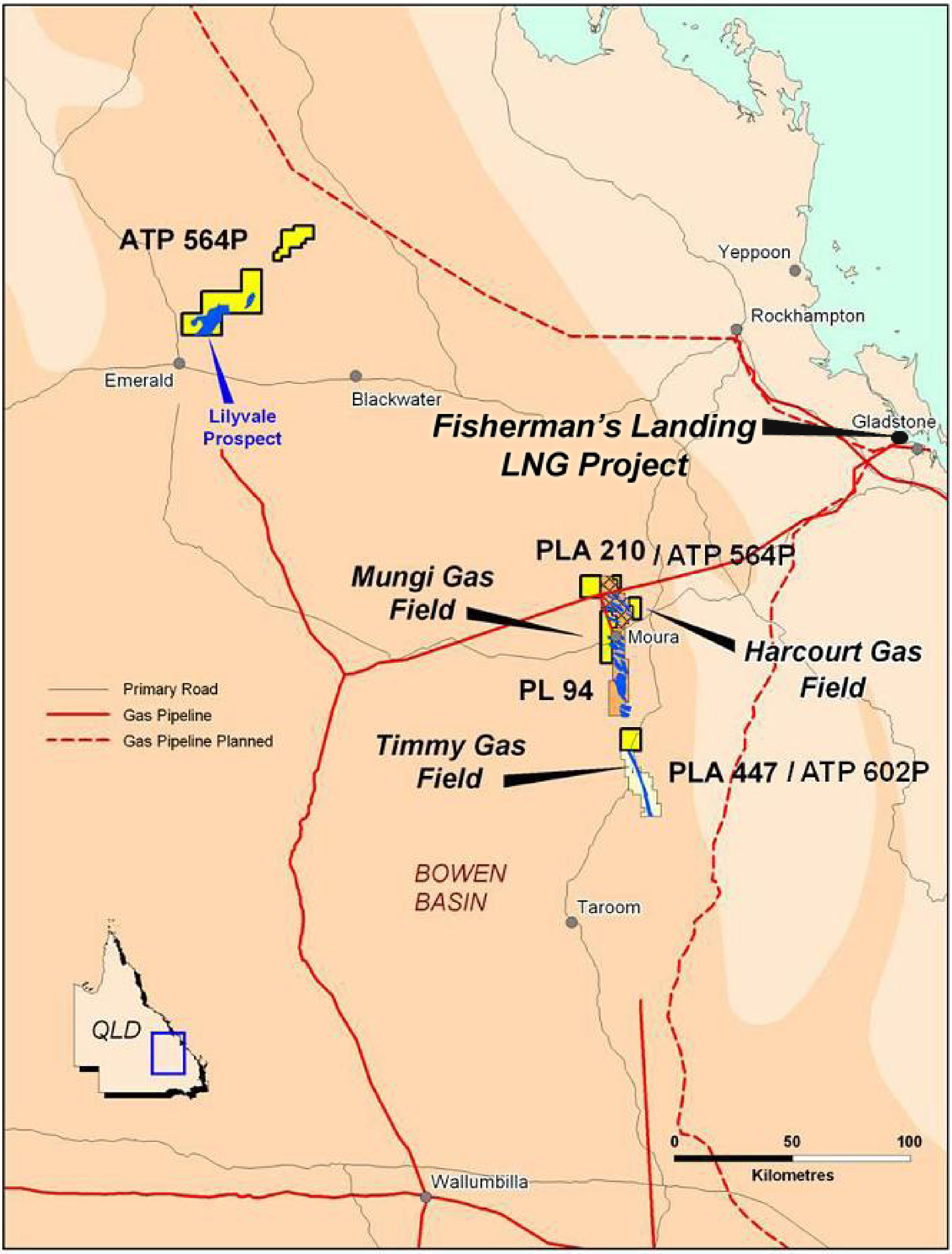
MOLOPO'S QUEENSLAND COAL SEAM GAS PERMIT AREAS



MOLOPO ENERGY LIMITED

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ASX ANNOUNCEMENT / MEDIA RELEASE **1 November 2012**

MOLOPO ANNOUNCES CLOSING OF QUEENSLAND ASSET SALE

Molopo Energy Limited (ASX: MPO) is pleased to confirm that the previously announced sale of its Queensland Bowen Basin coal bed methane assets to a wholly-owned subsidiary of PetroChina International Investment Company Limited has successfully closed. Upon closing, Molopo received total proceeds of A$41 million plus a working capital adjustment of A$2.4 million.

The proceeds from this sale contribute to Molopo's cash balances and strategy to focus on continued drilling and development of its Wolfcamp oil acreage, situated in the Permian Basin in Texas, USA.

For further details on the transaction please see Molopo's press release dated August 1st, 2012.

This press release contains certain forward-looking statements. These statements relate to future events or future performance of the Company. When used in this press release, the words "may", "would", "could", "will", "intend", "plan", "anticipate", "believe", "estimate", "predict", "seek", "propose", "expect", "potential", "continue", and similar expressions, are intended to identify forward-looking statements. These statements involve known and unknown risks, uncertainties, and other factors that may cause actual results or events to differ materially from those anticipated in such forward-looking statements. Such statements reflect the Company's current views with respect to certain events, and are subject to a number of risks, uncertainties and assumptions. Many factors could cause Molopo's actual results, performance, or achievements to materially differ from those described in this press release. Should one or more of these risks or uncertainties materialize, or should assumptions underlying forward-looking statements prove incorrect, actual results may vary materially from those described in other public disclosures made by the Company or this press release as intended, planned, anticipated, believed, estimated, or expected. Furthermore, statements relating to "reserves" or "resources" are deemed to be forward-looking statements, as they involve the implied assessment, based on certain estimates and assumptions that the resources and reserves described can be produced profitably in the future. The forward-looking statements contained in this press release are expressly qualified in their entirety by this cautionary declaration. These statements speak only as of the date of this press release. The Company does not intend and does not assume any obligation, to update these forward-looking statements to reflect new information, subsequent events or otherwise, except as required by law.

Issued by: **Molopo Energy Limited**

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Molopo Energy Limited is an oil and gas exploration and production company listed on ASX under code 'MPO', with management based in Calgary, Alberta, Canada. With a strong balance sheet, the Company is predominantly focused on the development of its Wolfcamp shale oil resource play in the Permian Basin, Texas, USA. In addition, Molopo also has oil assets in the Williston Basin, Saskatchewan, Canada; shale gas assets in Quebec, Canada; and onshore gas projects in South Africa.

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